GOVERNMENT OF INDIA
PLANNING
LOK SABHA

UNSTARRED QUESTION NO:3849
ANSWERED ON:13.12.2000
PLAN ASSISTANCE
GANGASANDRA SIDDAPPA BASAVARAJ

Will the Minister of PLANNING be pleased to state:

(a) the present ratio under which the State Funds for Plan Assistance is disbursed to States in Terms of Grant and Loan;

(b) whether the Government of Karnataka had requested the Centre for a revision of the ratio to 50:50 (Grant Loan);

(c) whether the Sarkaria Commission has also recommended that the grant loan ratio should be revised considering the changed circumstances;

(d) if so, whether the Government propose to revise the existing ratio; and

(e) the time by which the existing ratio is likely to be revised?

Answer

MINISTER OF STATE(INDEPENDENT CHARGE) OF THE DEPARTMENT OF DISINVESTMENT,MINISTER OF STATE IN TH MINISTRIES OF PLANNING, STATISTICS & PROGRAMME IMPLEMENTATION AND MINISTER OF STATE IN THE DEPARTMENT OF ADMINISTRATIVE REFORMS AND PUBLIC GRIEVANCES(SHRI ARUN SHOURIE)

(a) : The Plan Assistance for the Special Category States and Non-Special Category States is released in the grant loan ratio of 90:10 and 30:70 respectively.

(b): Most of the States including Karnataka have sought a revision of the existing criteria for allocation of Central Assistance to States

(c): Yes Sir.

(d)&(e): A change in the existing ratio has implications on Centre`s revenue and capital receipts and thereby the Plan Assistance to the States. Hence, any decision on the change in the existing grant/loan ratio would be based on the overall resource position of the Centre and the decision of NDC in this regard.